

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01351A

ELFRIDA DOMESTIC WATER USERS ASSOCIATION

P. O. BOX 356

ELFRIDA, AZ. 85610



RECEIVED

OCT 24 2005

AZ Corporation Commission
Director of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2004
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FOR COMMISSION USE

ANN04	04
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COMPANY INFORMATION

Company Name (Business Name) ELFRIDA DOMESTIC WATER USERS ASSOCIATION

Mailing Address P. O. BOX 356

Elfrida
(Street)

Arizona

85610

(City)

(State)

(Zip)

520-642-3559

520-642-1219

520-266-3597

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address Same
(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Paul Hammock

(Name)

(Title)

10858 N. Martineau

Elfrida,

Arizona

85610

(Street)

(City)

(State)

(Zip)

520-642-3559

520-642-1219

520-266-3597

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Same

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: <u>Dale Mortenson</u>		<u>(Name)</u>	
<u>P. O. BOX 96</u>	<u>Elfrida,</u>	<u>Arizona</u>	<u>85610</u>
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>520-642-3682</u>		<u></u>	
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Pager/Cell No. (Include Area Code)</u>	
Attorney: <u>Paul A. Smith</u>		<u>(Name)</u>	
<u>312 AZ. St. (P. O. Box 5645)</u>	<u>Bisbee</u>	<u>Arizona</u>	<u>85603</u>
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>520-432-6970</u>		<u></u>	
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Pager/Cell No. (Include Area Code)</u>	

OWNERSHIP INFORMATION

☐ **Sole Proprietor (S)**
☐ **C Corporation (C) (Other than Association/Co-op)**

☐ **Partnership (P)**
☐ **Subchapter S Corporation (Z)**

☐ **Bankruptcy (B)**
☐ **Association/Co-op (A)**

☐ **Receivership (R)**
☐ **Limited Liability Company**

☒ **Other (Describe)** A NON-STOCK CORPORATION

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input checked="" type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

ELFRIDA DOMESTIC WATER USERS ASSOCIATION

12-31-04

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	26,844	9,488	17,356
307	Wells and Springs	39,253	23,481	15,772
311	Pumping Equipment	69,566	21,184	48,382
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	46,228	12,321	33,907
331	Transmission and Distribution Mains	160,605	70,735	89,870
333	Services	7,265	6,404	861
334	Meters and Meter Installations	9,330	6,518	2,812
335	Hydrants	673	673	-
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	916	184	732
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	4,190	838	3,352
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	364,870	151,826	213,044

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	26,844	8%	2,147
307	Wells and Springs	39,253	5%	1,963
311	Pumping Equipment	69,566	5%	3,478
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	46,228	5%	2,312
331	Transmission and Distribution Mains	160,605	5%	8,030
333	Services	7,265	5%	363
334	Meters and Meter Installations	9,330	5%	467
335	Hydrants	673	5%	-
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	916	10%	92
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	4,190	10%	419
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	364,870		19,271

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$	\$
134	Working Funds	17,329	17,355
135	Temporary Cash Investments	1,999	2,467
141	Customer Accounts Receivable	1,215	1,228
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	300	300
162	Prepayments		4,544
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 20,843	\$ 25,894
	FIXED ASSETS		
101	Utility Plant in Service	\$ 361,740	\$ 364,870
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	132,555	151,826
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 229,185	\$ 213,044
	TOTAL ASSETS	\$ 250,028	\$ 238,938

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME	ELFRIDA DOMESTIC WATER USERS ASSOCIATION	12-31-04
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BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 2,250	\$ 2,250
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	13,086	13,086
235	Customer Deposits	2,170	2,330
236	Accrued Taxes	2,054	1,740
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 19,560	\$ 19,406
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 130,360	\$ 118,768
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	22,504	24,054
272	Less: Amortization of Contributions	5,095	6,345
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 17,409	\$ 17,709
	TOTAL LIABILITIES	\$ 167,329	\$ 155,883
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	82,699	83,055
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 82,699	\$ 83,055
	TOTAL LIABILITIES AND CAPITAL	\$ 250,028	\$ 238,938

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 64,005	\$ 59,891
460	Unmetered Water Revenue		
474	Other Water Revenues	1,088	1,303
	TOTAL REVENUES	\$ 65,093	\$ 61,194
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 7,943	\$ 8,200
610	Purchased Water		
615	Purchased Power	9,913	11,811
618	Chemicals		
620	Repairs and Maintenance	629	1,903
621	Office Supplies and Expense	2,880	2,935
630	Outside Services	1,515	2,933
635	Water Testing	1,190	2,361
641	Rents	3,176	3,176
650	Transportation Expenses	3,434	3,515
657	Insurance - General Liability	1,100	1,791
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case	3,537	-
675	Miscellaneous Expense	277	222
403	Depreciation Expense	18,708	19,271
408	Taxes Other Than Income	351	2,209
408.11	Property Taxes	2,429	2,811
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 57,082	\$ 63,138
	OPERATING INCOME/(LOSS)	\$ 8,011	\$ (1,944)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	1,969	(1,050)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (1,969)	\$ 1,050
	NET INCOME/(LOSS)	\$ 6,042	\$ (894)

COMPANY NAME

ELERIDA DOMESTIC WATER USERS ASSOCIATION

12-31-04

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	5-31-02			
Source of Loan	WIFA			
ACC Decision No.				
Reason for Loan	New Well, Storage Transmission Main			
Dollar Amount Issued	\$ 150,000	\$	\$	\$
Amount Outstanding	\$ 131,854	\$	\$	\$
Date of Maturity	20 years			
Interest Rate	3.083 %	%	%	%
Current Year Interest	\$ (1,050)*'	\$	\$	\$
Current Year Principle	\$ 11,592	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 2,330

Meter Deposits Refunded During the Test Year

\$ 360

*' As adjusted for 2003 & 2004.

COMPANY NAME

ELFRIDA DOMESTIC WATER USERS ASSOCIATION

12-31-04

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-573834	25	250	610'	12"	4"	2001
55-608154	30	250	200"	12"	4"	
55-608155	15	100	200'	12"	6"	

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	2	17	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
55,000 Gal.	1	6,000 Gal.	1
30,000 Gal.	1	5,000 Gal.	1
		5,000 Gal.	1

COMPANY NAME

ELFRIDA DOMESTIC WATER USERS ASSOCIATION

12-31-04

WATER COMPANY PLANT DESCRIPTION (CONTINUED)**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	2,640
3	Transite	3,960
4	PVC	6,080
5		
6	Transite & PVC	14,520
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	187
1	
1 1/2	
2	5
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

NONE

STRUCTURES:

2 - 24' X 24' X 8' Pump Houses

OTHER:

1 - Compactor

1 - Trash Pump

COMPANY NAME: ELFRIDA DOMESTIC WATER USERS ASSOCIATION

12-31-04

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	223	1,374,000	1,404
FEBRUARY	226	1,670,100	1,706
MARCH	261	1,388,030	1,418
APRIL	261	1,295,240	1,323
MAY	261	2,324,270	2,374
JUNE	261	3,581,870	3,659
JULY	259	4,317,890	4,411
AUGUST	261	3,749,000	3,830
SEPTEMBER	261	3,039,860	3,105
OCTOBER	261	2,818,130	2,879
NOVEMBER	261	2,240,160	2,288
DECEMBER	261	1,575,150	1,609
TOTAL		N/A	30,006

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes☒ No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. -0- mg/l
(If more than one well, please list each separately.)**Note: If you are filing for more than one system, please provide separate data sheets for each system.**

COMPANY NAME ELFRIDA DOMESTIC WATER USERS ASSOCIATION YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 2,811

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

ELFRIDA DOMESTIC WATER USERS ASSOC. 03 909-11-270-006 2313
P.O. BOX 356 85045-3569
ELFRIDA, AZ 85010

PAY TO THE ORDER OF Cashier Co. Treas. DATE 4/12/04 \$ 1,294.63
ONE THOUSAND TWO HUNDRED NINETY FOUR AND 63/100 DOLLARS & CENTS

QUANTATE BANK
Tucson Office
100 Front Street
Tucson, AZ 85701

FOR 2nd Half 2004
#002313# 4122105252# 6019901092# 0000129463#

#2313 Posted 4/20/04 \$1,294.63

40021444Z 4406 4406 10 04-20-04

2523194200 5146268333

ELFRIDA DOMESTIC WATER USERS ASSOC. 2408
P.O. BOX 356 85045-3569
ELFRIDA, AZ 85010

PAY TO THE ORDER OF Cashier Co. Treas. DATE 10/9/04 \$ 1,516.66
FIFTEEN HUNDRED NINETEEN AND 66/100 DOLLARS & CENTS

QUANTATE BANK
Tucson Office
100 Front Street
Tucson, AZ 85701

FOR 1st Half 2005
#002408# 4122105252# 6019901092# 0000151666#

#2408 Posted 10/22/04 \$1,516.66

400034845 4406 4406 10 10-22-04

2527006377 5140261054

COMPANY NAME ELFRIDA DOMESTIC WATER USERS ASSOCIATION

YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported None
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported None
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances None
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

10/21/05
DATE

Paul Hammock
PRINTED NAME

Manager
TITLE

RECEIVED

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

OCT 24 2005

AZ Corporation Commissioner
Director of Utilities

VERIFICATION

STATE OF _____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Cochise
NAME (OWNER OR OFFICIAL) TITLE
Paul Hammock
COMPANY NAME
ELFRIDA DOMESTIC WATER USERS ASSOCIATION

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 63,723

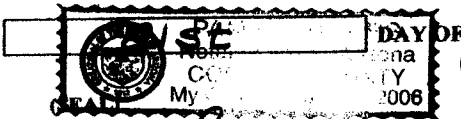
(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 3,832
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



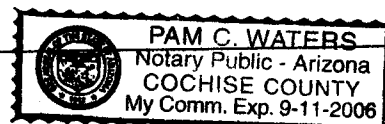
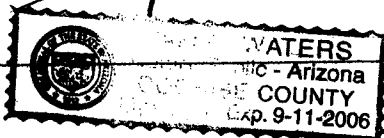
MY COMMISSION EXPIRES

September 11, 2006

SIGNATURE OF OWNER OR OFFICIAL
520-642-3559
TELEPHONE NUMBER

COUNTY NAME	Cochise
MONTH	October
YEAR	2005

SIGNATURE OF NOTARY PUBLIC



RECEIVED

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

OCT 24 2005

AZ Corporation Commissioner
Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Cochise	
NAME (OWNER OR OFFICIAL) Paul Hammock	TITLE Manager
COMPANY NAME ELFRIDA DOMESTIC WATER USERS ASSOCIATION	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 63,723

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 3,832
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

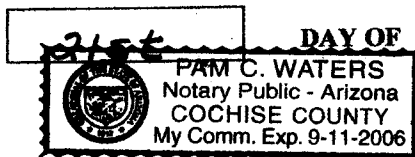

SIGNATURE OF OWNER OR OFFICIAL

520-642-3559
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

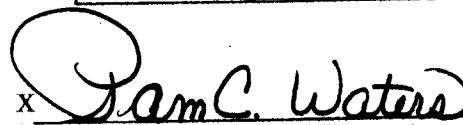


(SEAL)

MY COMMISSION EXPIRES

September 11, 2006

NOTARY PUBLIC NAME Pam C. Waters	
COUNTY NAME Cochise	
MONTH October	2005

X 
SIGNATURE OF NOTARY PUBLIC